

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Greater Hyderabad Municipal Corporation – Engineering – Construction of flyover at Chandrayanagutta "X" roads – Extension of time for completion of work – Imposition of Liquidity damages – Orders - Issued.

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (F2) DEPARTMENT

G.O.Ms.No. 834

Dated: 03.12.2008

Read:

From the Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad letter No.GHMC/C&SO/EE /PDIV/CHG.F.O./2008, dated 30.08.2008.

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ORDER:

In the reference read above, the Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has stated that Government in G.O.Ms.No.767, Municipal Administration and Urban Development Department, dated 23.08.2005 have accorded administrative sanction for construction of flyover at Chandrayanagutta "X" roads at a cost of Rs.11.00 crores and the break up is as follows :

1. Contract value	990.00 lakhs
2. Consultancy fee	45.395 lakhs
3. Contingencies	32.00 lakhs
4. LS & UF works	32.605 lakhs

Total	1100.00 lakhs

2. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has stated that the above work was awarded to M/s Madhava Hy Tech & BSCPL (JV), EPC Contractors on tender basis adopting EPC system vide agreement dated 29.08.2005 with period of completion as 8 months. The EPC Contractors have commenced the work on 01.10.2005, and the work had to be completed by 31.05.2006.

3. The alignment of the flyover passes through private properties and over the utilities such as water supply, sewer and power lines. The work front to the EPC Contractors were given time after getting procession of properties / shifting of utilities. The work was to be carried out on the busy inner ring road with heavy transport lorries connecting Bangalore Highway i.e. NH 7.

4. The work was finally completed in all respects on 02.11.2007 and inaugurated. The major cause for the delay in execution was non-availability of work fronts which was beyond the control of the EPC Contractors upto 04.10.2007. Beyond 04.10.2007 upto 02.11.2007, it is the delay on part of EPC Contractor.

5. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has further stated that the Project Management Consultants i.e. M/s Span Consultants for this project have opined and recommended for extension of time upto 04.10.2007 without any liquidated damages and for the period from 04.10.2007 to 02.11.2007 with liquidated damages of 0.1% of the Contract value per week. (Clause 47.1 Page 40 of the Agreement) which works out to Rs.3,96,000.00.

P.T.O.

6. The period of extension without liquidated damages upto 04.10.2007 and for the period from 04.10.2007 to 02.11.2007 with liquidated damages of Rs.3,96,000/- is recommended for the approval of the Government, as the structural work is sequential and can not be taken up in isolation and the progress is linked with release of work fronts in sequence. Since the extension of time is for more than 18 months the approval of the Government is required as per the guidelines issued by the Government for EPC works.

7. The General Body, Greater Hyderabad Municipal Corporation has also recommended to Government vide Resolution No.148, dated 23.08.2008 for extension of completion upto 02.11.2007 duly imposing liquidated damages of Rs.3.96 lakhs.

8. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has further stated that the Government in G.O.Ms.No.943, Municipal Administration and Urban Development Department, dated 27.07.2007 have accorded approval for allowing Price Adjustment for the flyovers in respect of prices of steel, cement and POL. The probable increase in the cost due to application of Price Adjustment clause is coming to Rs.23,00,000.00. The Consultancy fee for the PMC Consultants including for the enhanced period of execution is coming to Rs.52,91,356.00. Over all cost of the flyover project with the above is working out to Rs.10,97,89,356.00 including contingencies at 3%.

9. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has therefore requested the Government to accord approval for extension of time for 18 months for the EPC Contract for the construction of Chandrayangutta "X" roads flyover upto 02.11.2007, duly imposing liquidity damages of Rs.3.96 lakhs on EPC Contractors M/s Madhava Hy Tech Constructions & BSCPL (JV).

10. Government after careful examination of the matter, hereby accord approval for extension of time for 18 months for the EPC Contract for the construction of Chandrayangutta "X" roads flyover upto 02.11.2007, duly imposing liquidity damages of 0.1% of the Contract value per week (Clause 47.1 Page 40 of the Agreement) i.e. of Rs.3.96 lakhs (Rupees three lakhs, and ninety six thousand only) on EPC Contractors M/s Madhava Hy Tech Constructions & BSCPL (JV).

11. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad shall take necessary action in the matter, accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

S.P. SINGH
EX- OFFICIO PRINCIPAL SECRETARY TO GOVERNMENT

To
The Commissioner and Special Officer,
Greater Hyderabad Municipal Corporation,
Hyderabad.
Copy to:
The P.S. to the Hon'ble Minister for (M.A.&UD)

//FORWARDED BY ORDER//

SECTION OFFICER